

WHAT YOU NEED TO KNOW ABOUT OVERDRAFTS AND OVERDRAFT FEES

An overdraft occurs when you do not have enough money in your account to cover a transaction, but we pay it anyway. We can cover your overdrafts in two different ways:

1. We have standard overdraft practices (Overdraft Program) that come with your account.
2. We also offer overdraft protection plans (Coverdraft), such as a link to a savings account, which may be less expensive than our standard overdraft practices. To learn more, ask us about these plans.

This notice explains our standard overdraft practices (Overdraft Program).

➤ **What are the standard overdraft practices (Overdraft Program) that come with my account?**

We do authorize and pay overdrafts for the following types of transactions:

- Checks and other transactions made using your checking account number
- Automatic bill payments

We do not authorize and pay overdrafts for the following types of transactions unless you ask us to (see below):

- ATM transactions
- Everyday one-time debit card transactions

We pay overdrafts at our discretion, which means we do not guarantee that we will always authorize and pay any type of transaction.

If we do not authorize and pay an overdraft, your transaction will be declined.

➤ **What fees will I be charged if First Command Bank pays my overdraft?**

Under our standard overdraft practices (Overdraft Program):

- You will not be charged an overdraft protection fee the first time you use overdraft protection in a calendar year.
- We will charge you a fee of **\$15** each time we pay an overdraft for any transaction, except for everyday debit card transactions \$5 or less.
- You will not be charged a fee for any one-time debit card transactions that are \$5 or less.
- There is no limit on the total fees we can charge you for overdrawing your account.
- You have 30 days to pay back the amount owed on your Overdraft limit. Failure to pay may result in the suspension or termination of your Overdraft Program coverage.

➤ **What if I want First Command Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions?**

If you want us to authorize and pay overdrafts on ATM and everyday debit card transactions for your account, please mark the appropriate selection below.

I want First Command Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions. Your ATM and everyday debit card transactions may be approved, at First Command Bank's discretion, even if you don't have sufficient funds in your account.

I do not want First Command Bank to authorize and pay overdrafts on my ATM and everyday debit card transactions. Your ATM and everyday debit card transactions will be declined if you do not have sufficient funds.

Once your account has been established you can update this coverage by completing the "Update Overdraft Protection" form in OnCommand™ or visiting <http://www.firstcommandbank.com/overdraftupdate>.

Printed Name: _____

Date: _____

Account Number: _____